

UST and SAF Bulletin

Arizona Department of Environmental Quality

Subject: A.R.S. § 49-1054 (E) Effective: 12/15/02

Supersedes: Item: 04-03

TYPE

Applicable Cost Ceiling

BACKGROUND

The State Assurance Fund Section has been requested to assist applicants for coverage from the Underground Storage Tank (UST) Revolving Fund Assurance Account (State Assurance Fund or SAF) to determine the appropriate schedule of corrective action costs (Cost Ceiling or Guideline) to be used in preparation of their application. Selection and use of the appropriate Cost Ceiling or Guideline when creating the application will result in more expedient review and, assuming all other required criteria are met, approval of claimed costs.

Determination of the appropriate Cost Ceiling/Guideline is dependent on the type of application being prepared. The selection of the Cost Ceiling/Guideline should be made as follows:

CONTENT

1. REIMBURSEMENT APPLICATION

If a contract for performance of the claimed work between the applicant and the primary corrective action service provider exists, use the Cost Ceiling/Guideline in effect on the date the contract was entered into by the applicant and the primary corrective action service provider.

If no contract for performance of the claimed work between the applicant and the primary corrective action service provider exists, use the Cost Ceiling/Guideline in effect on the date the claimed work was performed.

2. PREAPPROVAL APPLICATION:

If a contract for the performance of the proposed work between the applicant and the primary corrective action service provider exists at the time the Preapproval Application is submitted, use the Cost Ceiling in effect on the date the contract was entered into by the applicant and the primary corrective action service provider.

If no contract for the performance of the proposed work between the applicant and the primary corrective action service provider exists, use the Cost Ceiling in effect on the date the application

is submitted to the SAF.

3. DIRECT PAYMENT APPLICATION:

Use the Cost Ceiling/Guideline used to determine the preapproved amount on the associated Preapproval Application.

CONTACT:

Judy Navarrete, <u>navarrete.judy@adeq.state.az.us</u> 602-771-4815

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